

PSC No: 120 - Electricity  
New York State Electric & Gas Corporation  
Initial Effective Date: May 12, 2004

Leaf No. 301  
Revision: 1  
Superseding Revision: 0

SERVICE CLASSIFICATION NO. 12 (Continued)

SPECIAL PROVISIONS: (Cont'd)

(b) Commercial Use:

When a customer operates a commercial establishment (incidental to his residence) in the same building or on the same premises as his residence and takes his entire service through one meter, this classification will apply for the entire service only if the connected load in the residential portion exceeds that in the commercial portion, provided that the connected load in the commercial portion does not exceed 1.5 KW. If the reverse is true, the general classification will apply to the entire service. However, the customer may elect to take service under both the residential and general rates, in which case there will be a separate meter for the residential portion and a separate meter for the general portion.

(c) Budget Billing:

Customers may, by signing an application, be billed monthly in accordance with the budget plan set forth in Section 4-O of P.S.C. No. 119 - Electricity or superseding issues thereof.

(d) Plattsburgh Air Force Base

Eligibility:

This provision is applicable to Plattsburgh Airbase Redevelopment Corporation ("PARC") and PARC customers served by the electrical delivery system of the former Plattsburgh Air Force Base as of September 30, 2003.

Phase-In of Rates:

1. Eligible customers' bills subject to this Special Provision will be calculated pursuant to the methodology historically used by PARC (the "PARC Method") and pursuant to the NYSEG Fixed Price (BRO) rate effective January 1, 2003, as specified in the otherwise applicable Service Classification of this Schedule.

If an eligible customer would incur an increase under the NYSEG Fixed Price (BRO) rate, such customer will pay the bill calculated pursuant to the PARC Method plus the following percentages of the difference between the bill calculated at NYSEG's Fixed Price (BRO) rate and the bill calculated using the PARC Method (inclusive of incentives, but exclusive of taxes which will be added to the eligible customer's bill):

- (i) immediately upon PSC approval of this Special Provision, for a twelve month period thereafter: twenty-five percent (25%)
- (ii) commencing one year after the commencement of the rate described in (i) above: sixty percent (60%)
- (iii) commencing on the earlier of one year after the commencement of the rate described in (ii) above or January 1, 2006, the customer will be required to pay the full applicable NYSEG tariff rate.

Issued in compliance with order in Case 03-E-1552 dated November 28, 2003.

ISSUED BY: James A. Lahtinen, Vice President Rates and Regulatory Economics, Binghamton, New York